BEFORE THE BOARD OF OIL, GAS AND MINING DEPARTMENT OF NATURAL RESOURCES STATE OF UTAH

IN THE MATTER OF THE AMENDED REQUEST FOR AGENCY ACTION OF XTO ENERGY INC. FOR AN ORDER ESTABLISHING A SPECIAL DRILLING UNIT FOR THE HCU 1-30F HORIZONTAL WELL FOR THE PRODUCTION OF GAS AND ASSOCIATED OIL AND HYDROCARBONS FROM A DEFINED PORTION OF THE MANCOS FORMATION COMPRISED OF PORTIONS OF SECTIONS 30 AND 31, TOWNSHIP 10 SOUTH, RANGE 20 EAST, SLM, UINTAH COUNTY, UTAH.

NOTICE OF HEARING

Docket No. 2013-005 Cause No. 197-14

THE STATE OF UTAH TO ALL PERSONS INTERESTED IN THE FOLLOWING MATTER.

Notice is hereby given that the Board of Oil, Gas and Mining ("Board"), State of Utah, will conduct a hearing on WEDNESDAY, FEBRUARY 27, 2013, at 9:00 AM, or as soon thereafter as possible, in the auditorium of the Department of Natural Resources, 1594 West North Temple, Salt Lake City, Utah.

The hearing will be conducted as a formal administrative adjudication in accordance with the rules of the Board as set forth in Utah Administrative Code R641 et seq. and as provided for in Utah Code Ann. § 40-6-1 et seq. and Utah Code Ann. § 63G-4-101 through 601.

The purpose of the hearing will be for the Board to receive testimony and evidence regarding a Request for Agency Action that the Board enter an Order:

1. Establishing a special drilling unit for the HCU 1-30F horizontal well (the "Subject Well") for the production of gas and associated oil and hydrocarbons from the following portion of the Mancos formation, located below the base of the Mancos "B":

the interval commencing at the stratigraphic equivalent measured depth of 12,544 feet below Kelly Bushing (TVDSS elevation -7345') down to the stratigraphic equivalent of 13,137 feet below Kelly Bushing (TVDSS elevation -7937') as shown on the Schlumberger Lateral Array Log dated August 24, 2008 for the HCU 12-29F well located in the

SW¼ of Section 29, Township 10 South, Range 20 East, Uintah County, Utah, API No. 43-047-39611,

comprised of the S½NE¼NE¼, E½SW¼NE¼, SE¼NE¼, E½SE¼ and E½W½SE¼ of Section 30 and NE¼NE¼, N½SE¼NE¼, SW¼SE¼NE¼ and E½W½NE¼ of Section 31, Township 10 South, Range 20 East, SLM, Uintah County, Utah, retroactive to October 27, 2010, the date of first production from said Well; and

- 2. Providing that no well (whether vertical or horizontal) producing from the portion of the Mancos formation defined above may be located closer than 1,320 feet from any portion of the Subject Well's lateral located within said formation without an exception location approval by the Division or Board in accordance with Utah Admin. Code Rule R649-3-3; and
- 3. Providing for such other and further relief as may be just and equitable under the circumstances.

Objections to the Request for Agency Action must be filed with the Secretary of the Board at the address listed below no later than the 10th day of the month, or two weeks before the scheduled hearing, whichever is earlier. A party must file a timely written objection or other response in order to participate as a party at the Board hearing.

Natural persons may appear and represent themselves before the Board. All other representation by parties before the Board will be by attorneys licensed to practice law in the State of Utah, or attorneys licensed to practice law in another jurisdiction which meet the rules of the Utah State Bar for practicing law before the Utah Courts.

Persons interested in this matter may participate pursuant to the procedural rules of the Board. The Request for Agency Action, and any subsequent pleadings, may be inspected at the office of the undersigned.

Pursuant to the Americans with Disabilities Act, persons requiring auxiliary communicative aids and services to enable them to participate in this hearing should call Julie Ann Carter at (801) 538-5277, at least three working days prior to the hearing date.

DATED this 30th day of January, 2013.

STATE OF UTAH BOARD OF OIL, GAS AND MINING James T. Jensen, Chairman

s Julie Ann Carter

Board Secretary

1594 West North Temple, Suite 1210

Salt Lake City, Utah 84116

(801) 538-5277

CERTIFICATE OF SERVICE

I hereby certify that I caused a true and correct copy of the foregoing **NOTICE OF HEARING** for Docket No. 2013-005, Cause No. 197-14 to be mailed via E-Mail, and First Class Mail, with postage prepaid, this 30th day of January, 2013, to the following:

Frederick M. MacDonald MacDonald & Miller Mineral Legal Services, PLLC Attorney for Petitioner 7090 S. Union Park Avenue, Suite 420 Salt Lake City, UT 84047 fred@macmillerlegal.com United States of America Bureau of Land Management Vernal Field Office Attn: Jerry Kenczka 170 South 500 East Vernal, UT 84078

Michael S. Johnson Assistant Attorney General Utah Board of Oil, Gas & Mining 1594 West North Temple, Suite 300 Salt Lake City, UT 84116 mikejohnson@utah.gov Carolyn S. Edwards, Trustee of the Stan & Carolyn Edwards Trust dated January 8, 2003 2025 Mulligan Drive Colorado Springs, CO 80920

Steven F. Alder Assistant Attorney General Utah Division of Oil, Gas & Mining 1594 West North Temple, Suite 300 Salt Lake City, UT 84116 stevealder@utah.gov Lani Abercrombie Personal Representative of Jean C. Warr a/k/a Jean Oakason 3018 E. Ksel Drive Sandy, UT 84092

XTO Energy Inc. Attn: Paul Keffer, Landman 810 Houston Street Fort Worth, TX 76102-6298 Paul Keffer@xtoenergy.com Sharon R. Campbell 7122 W. Belmont Littleton, CO 80123

United States of America Bureau of Land Management Utah State Office Attn:Roger L. Bankert P.O. Box 45155 Salt Lake City, UT 84145-0155 Ute Indian Tribe Energy and Minerals Dept. P.O. Box 70 Fort Duchesne, UT 84026 Joseph P. Sprinkle and Mary B. Sprinkle, joint tenants P.O. Box 6483 Denver, CO 80206-0483

Ricky William Nelson 7181 Road 16 Potter, NE 69156 Betty Kay Ward and Donald Eugene Ward, joint tenants 228 Quay Street Lakewood, CO 80226

Julie Ann Cartar

CERTIFICATE OF PUBLISHED NOTICE

I hereby certify that I caused a true and correct copy of the foregoing NOTICE OF HEARING for Docket No. 2013-005, Cause No. 197-14 to be PUBLISHED in the following newspapers on the following days:

February 3, 2013:

The Salt Lake Tribune and Deseret Morning News, newspapers of general circulation in Salt Lake City and County.

February 5, 2013:

<u>Uintah Basin Standard</u>, a newspaper of general circulation in Duchesne and Uintah Counties.

February 6, 2013:

<u>Vernal Express</u>, a newspaper of general circulation in Daggett and Uintah Counties.

Julie Ann Carter